FISCAL NOTE

SB 2733 - HB 2938

April 9, 1998

SUMMARY OF BILL: Allows hospitals or nursing homes to apply for a certificate of need for subacute services as defined by the Health Facilities Commission. The number of beds approved by the commission is limited to 125 annually.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - Not Significant Increase State Revenues - Not Significant

Assumes some increased cost and revenues to license and regulate the new beds, however, the impact is estimated to be not significant. TennCare currently has no payment category for subacute services. The TennCare program has a global funding cap that limits the total amount of expenditures to the TennCare program.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director

James a. Lovenso